STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

CARGILL, INCORPORATED

DOCKET NO. CGP-02-3

ORDER APPROVING APPLICATION AND ISSUING CERTIFICATE TO PROVIDE LARGE VOLUME SERVICE

(Issued April 26, 2002)

On March 8, 2002, Cargill, Incorporated (Cargill), filed an application for a certificate as a competitive natural gas provider (CNGP) with the Utilities Board (Board). The Board's rules at 199 IAC 2.2(18) and 19.14 establish the filing requirements for the issuance of a certificate. Subrule 19.14(4) states that an applicant will be notified when its application is complete and the 90-day review period begins. The application was identified as Docket No. CGP-02-3. On March 13, 2002, the Board notified Cargill that the application was complete and the 90-day review period had begun. On April 1, 2002, Cargill filed its annual report information for the period ending December 31, 2001, as required by 199 IAC 19.14(5)"c."

Cargill is a Delaware corporation and has been authorized to transact business in Iowa since 1956. Cargill has no affiliates providing natural gas service in Iowa. Cargill has two large volume customers and will continue to serve only large volume customers.

lowa Code § 476.87 requires that a competitive natural gas provider or aggregator must reasonably demonstrate managerial, technical, and financial capability sufficient to obtain and deliver the services it proposes to offer. The Board in 199 IAC 2.2(18) and 19.14 established the filing requirements for a CNGP to obtain a certificate. These requirements contain the information determined by the Board to be necessary to review the managerial, technical, and financial abilities of the applicant.

Cargill's application contains the professional background information for its principal managerial and technical personnel. It appears that Cargill's staff possesses extensive knowledge of and experience in various areas of the natural gas industry including marketing of natural gas service. Cargill indicated that it intends to only serve large volume customers in lowa and did not file the financial and operational information required for a certificate to serve small volume customers. Additionally, Cargill expressed its commitment to comply with all applicable conditions of certification contained in 199 IAC 19.14(5) and (6). Cargill also acknowledged that failure to comply with all applicable conditions may result in the revocation of its certificate.

Based on a review of Cargill's application, the Board finds that Cargill has reasonably demonstrated that it possesses the appropriate managerial, technical, and financial capability sufficient to obtain and deliver the services it proposes to offer. The Board finds that Cargill's application complies with the filing requirements of Board rules and that Cargill will be issued a CNGP certificate to provide service to large volume customers as defined in 199 IAC 19.14(1). The Board finds that no

additional conditions should be placed on the certificate. To provide service to small volume customers, Cargill will need to file an application to amend its certificate and the information required by 199 IAC 2.2(18) and 19.14(6).

Concurrently with the issuance of this order, the Board will issue a certificate to provide service to large volume customers, identified as Certificate No. G-0013, to Cargill. Cargill will be subject to the reporting requirements contained in 199 IAC 19.14(5)"c."

IT IS THEREFORE ORDERED:

- The application for a certificate as a competitive natural gas service provider to serve large volume customers in Iowa filed by Cargill, Incorporated, on March 8, 2002, is approved.
- 2. Cargill, Incorporated, shall comply with the filing requirements of 199 IAC 19.14(5).
 - 3. Certificate No. G-0013 shall be issued to Cargill, Incorporated.

UTILITIES BOARD

	/s/ Diane Munns
ATTEST:	/s/ Mark O. Lambert
/s/ Judi K. Cooper Executive Secretary	/s/ Elliott Smith

Dated at Des Moines, Iowa, this 26th day of April, 2002.